

# BOOKET FILE COPY ORIGINAL

## SERVICES .

4050 Esplanade Way • Tallahassee, Florida 32399-0950

LAWTON CHILES, GOVERNOR

Information Technology Program
Building 4030, Suite 180L

WILLIAM H. LINDNER, SECRETARY

September 22, 1997

Honorable William Caton Secretary Federal Communications Commission 1919 M Street N.W., Room 222 Washington, D.C. 20554



RECEIVED

**SEP 2 4 1997** 

FCC MAIL ROCKA

RE:

CC Docket 96-45 - Comments on Universal Service Support Distribution Options In Response to Public Notice DA 97-1957 Issued September 10, 1997

Dear Secretary Caton:

The Florida Department of Management Services (DMS) files these comments in response to the September 10, 1997 Public Notice issued by the FCC Common Carrier Bureau on the Universal Service Fund distribution methods and application process for schools, libraries, and rural health care facilities. As a member and active participant in the NASTD organization, DMS fully supports the comments filed by the National Association of State Telecommunications Directors in the above-referenced proceeding.

Chapter 282, Florida Statutes, assigns DMS responsibility for developing and maintaining the SUNCOM Network as the state communications system that provides local and long distance service to state agencies (including universities, community colleges, and libraries), political subdivisions of the state (including counties and school districts), municipalities, and certain nonprofit corporations (including private universities and health care providers). By statute, the SUNCOM Network is designed to transmit all types of communications signals, including voice, data, video, image, and radio. Chapter 287, Florida Statutes, requires DMS to competitively procure all services offered by the SUNCOM Network. Ninety-nine percent of the services offered by the SUNCOM Network are leased from the telecommunications industry in Florida. These services include the following:

Long Distance Telephone Service Local Telephone Service

Honorable William Caton Page 2 September 22, 1997

Florida Information Transport & Exchange Systems (FLITES)Dedicated Data Service
SNA Transport Service
Capitol Center FDDI Service
Internet Access
Router Transport Service
Frame Relay Transport Service
Florida Government Teleconferencing Network

The telecommunications services listed are provided with published prices as shown on the attached SUNCOM Network Services Rates sheet (See attached). SUNCOM's aggregated rates include those service and overhead costs incurred in providing services to comply with the statute that requires a system of equitable billing and charges. The SUNCOM Network, which is totally funded by fees charged to users for services, has existed under Florida law since 1975.

More recently, the 1995 Florida Education Facilities Infrastructure Improvement (EFII) Act (Chapter 364, Part II, F.S.) charged DMS with the task of providing Florida citizens with better access to education and health services through Advanced Telecommunications Services (ATS) for eligible facilities, as described in the enclosed ATS brochure. As a service agency, DMS will act as aggregator of Advanced Telecommunications Services competitively procured for eligible facilities throughout Florida. In our comments filed on July 16, 1997, DMS requested clarification as to whether the SUNCOM Network can be directly reimbursed for the appropriate discounts from the Universal Service Fund (USF) on behalf of Florida's schools, libraries, and rural health care providers. DMS also sought clarification on whether the SUNCOM Network prices qualify as pre-discount prices against which the discounts may be applied. Both Chapter 287, F.S., and Chapter 364, F.S., require DMS to negotiate specific rates for eligible facilities (schools, libraries, and rural health care) that generally will be even lower than the regular SUNCOM rates offered. In this regard, DMS directs specific comments to the 'Allocation of Aggregated Requests for Funds' portion of the FCC Public Notice. Specifically, DMS will focus on the U.S. Department of Education Working Group Report (WGR) released on July 31, 1997.

Although DMS generally supports the WGR recommendations, it is important for DMS to provide additional comments on specific issues related to the USF application and distribution process. DMS is in agreement with the WGR recommendation on the filing of technology plans, the inventory/assessment issue, and the WGR application form. In Florida, 5,500 eligible facilities have already filed technology plans with the

Honorable William Caton Page 3 September 22, 1997

state agency responsible for review, and those plans have been approved in compliance with the 1995 Florida EFII Act. Like the consortium relationship described in Section III, DMS does not have a "governance relationship" with Florida's eligible entities and is not involved in the approval of technology plans or inventory assessment.

DMS favors an application form that provides a simple and straightforward method of providing the needed information in applying for USF. However, in our last filing DMS requested that the FCC allow Florida to utilize the Advanced Telecommunications Services (ATS) Request Form (see attached) during the first year the USF is administered. This ATS form was developed for Florida's eligible facilities to qualify for ATS, as provided in the 1995 Florida EFII Act. Any additional information required to process applications by the Schools/Libraries Corporation (SLC) would be provided as an addendum to the Florida ATS form.

For the purpose of obtaining discounts from the USF, DMS requests to serve as the consortium agent for those eligible facilities in Florida that opt to be part of DMS consortia. Based on competitive bidding and high volume discounts, DMS has managed to obtain the best prices for our eligible users. Our long distance rates provide a good example of our prices in that presently DMS consortia members can place a call over the SUNCOM Network to anywhere in the United States at 7.4 cents per minute. In our previously filed comments, DMS sought clarification from the FCC on whether DMS may be directly reimbursed for the appropriate discounts from the USF for eligible entities and whether the published SUNCOM Network prices qualify as pre-discount prices against which the USF discounts may be applied. In its consortium role, DMS needs to recover the costs of our value-added services that are rolled into our SUNCOM rates, which in turn must be recognized as pre-discounted prices for the purpose of obtaining USF discounts.

Currently, DMS maintains detailed and separate records for inventory and billing on the services provided to all our users. Our record keeping system is sufficient to provide the necessary detail to identify the dollar amounts of individual USF discounts for each eligible entity. It is hoped that the additional requirements for methods to separate and report the accounting for individual entities will remain simple and be compatible with our established system.

In its role as a facilitator of state services, DMS is statutorily required to obtain the best pricing for its users through competitively procured purchasing and contract negotiation. All state agencies are **required** to utilize State of Florida contracts and SUNCOM Network services. However, political subdivisions, municipalities, and nonprofit organizations are **allowed** under the statutes to use state contracts and

Honorable William Caton Page 4 September 22, 1997

SUNCOM Network services. Since DMS is the agent and manager of master contracts supporting state services, the members of the DMS consortium should be exempt from the requirement that requested telecommunications services for USF discounts be posted on the SLC web site. As required by state public records law, all DMS contracts are accessible and will be available if requested by the SLC. In addition, eligible entities who have joined with our consortia should not be required to file copies of these voluminous contracts with each individual USF application but instead should be allowed to merely reference the DMS state contracts that relate to the telecommunications service discounts requested.

DMS concurs with the WGR that "no arbitrary limit" be placed on the terms of contracts utilized for the purpose of USF discounts. It is important to note that DMS enters into multi-year contracts by reserving the right to periodically review these contracts to evaluate shifts in market prices and by providing escape clauses that give DMS the option to terminate the contract at shorter intervals. Additionally, multi-year contracts can work to the State's advantage if market prices are increasing.

In the section on data standardization, the WGR recommends that the SLC "ensure that any standardized data formats are very simple and require the least possible change from existing data collection efforts by schools and libraries and their governing bodies." DMS has already developed a simple working database for the 5,500 eligible facilities that have complied with the requirements of the Florida EFII Act. Public access to this database information is currently available on the Intranet and the Internet. Recently, DMS negotiated a contract to continue development of the database and to also provide geographical mapping overlay capabilities. DMS emphasizes that it is critical that all data collection requirements established by the SLC be in sync with Florida's model database.

In summary, DMS supports the comments filed by the National Association of State Telecommunications Directors (NASTD). As aggregator for the consortia of eligible facilities in Florida, DMS seeks recognition as agent to directly obtain discounts from the USF based on DMS published prices. In this role, DMS must adhere to the State's competitive procurement laws and contracting process, and therefore Florida eligible facilities would be disadvantaged by Web posting requirements and arbitrary contract limits. DMS also requests that the USF application form be simple and straightforward and that Florida be allowed to utilize the Florida ATS form during the first year.

DMS appreciates the opportunity to provide input on the USF application and distribution process since the requirements set up by the FCC and the SLC will greatly

Honorable William Caton Page 5 September 22, 1997

influence the efficiency and cost effectiveness of the DMS process in procuring Advanced Telecommunications Services for Florida's schools, libraries, and rural health facilities. To summarize our main concern, it is crucial that the USF processes established on a national level not become burdensome to Florida institutions, but instead dovetail with our State's own initiatives in working toward the common goal of universal access for education and rural health care.

Sincerely,

Linda Nelson, Acting Director

Information Technology Program

LN:CM:WP:cwk:lncaton

Enclosures

## State of Florida **SUNCOM Network Service Rates**

January 1, 1997

Note: These rates are reduced frequently, so call SUNCOM at 1-888-45UNCOM for updates.

#### **Voice Services**

Long Distance Voice In-state calling 7.4 cents per minute Out-of-state calling 7.4 cents per minute Canadian calling

20.0 cents per minute

Local Service Voice

Contract Main Station cost plus \$1,75 administrative fee

Statewide avg. total = \$17.89 per Main Station

#### **FLITES Data Services**

| SUNCOM Backbone Circuits<br>(digital or analog) per DS-O<br>AT&T InterLATA Circuits (analog enly)<br>Dedicated T-1 Service |                       |     | .92 per mile per month                           |
|--|-----------------------|-----|--|
|  |                       |     | .38 per mile per month                           |
|  |                       |     | .00 per mile per month                           |
|  | 0.4.4                 | 000 | .00 11131611011011                               |
| SNA Transport Sorvice  | 9.6 Kbps<br>19.2 Kbps |     | .00 per port per month<br>.00 per port per month |

#### Capitol Center FDDI Ring (Tallahassee only)

| ITY INSTALLATION MC | NTHLY RATE   |
|---------------------|--|
|                     | TATION WAS LE                                      |
| \$ 500.00           | \$ 230.00  |
| 1275.00             | 440.00   |
| r) 1375.00          | 565.00   |
| er) 1475.00         | 595.00   |
| er) 1500.00         | 665.00   |
| 2200.00             | 20 <b>65.0</b> 0                                   |
|                     | \$ 500.00<br>1275.00<br>er) 1375.00<br>er) 1475.00 |

includes first protocol - subsequent protocols are \$232/month per protocol

| SERVICE ELEMENT                  | INSTALLATION | MONTHLY RATE |
|----------------------------------|--------------|--------------|
| Access port charge - T-1         | \$ 800.00    | \$ 695.00    |
| Access port charge - 128Kbps     | 800.00       | 375.00       |
| Access part charge - 56Kbps      | 620.00       | 270.00       |
| Dial-up Access (IP and IPX only) | 0.00         | 20.00        |

Includes the cost of the premise DSU/CSU and router but not the local loop cost

#### Internet Access

#### For Capital Center FDDI, RTS and Frame Relay Users:

Firewalled Internet access is available to CCFDDI RTS and Frame Relay users. The firewall definition deployed is designed to protect the operational working files of state and local government users. These prices are an add-on to the pricing for CCFDDI RTS and Frame Relay connections. Access for Frame Relay users requires appropriate PVC's and CIR.

| SERVICE ELEMENT                               | INSTA | LLATION | MONTHLY RATE          |  |
|---|-------|---------|-----------------------|--|
| Internet Access for 256 address blocks        | \$    | 0       | \$ 55.00 <sup>1</sup> |  |
| Internet Access for unlimited addresses       |       | 0       | 755.00 <sup>1</sup>   |  |
| Dial-up Internet Access via RTS (single user) |       | 0       | 20.00                 |  |

#### For Dedicated Access from User Sites:

For SUNCOM subscribers that desire a separate, unrestricted and dedicated Internet access connection SUNCOM offers the following selection. These prices do not include the cost of the local telephone circuit to the subscriber site.

| SERVICE ELEMENT                   | 11 | STALLATIC         | NN           | MONTHLY RA       | ATE            |
|-----------------------------------|----|-------------------|--------------|------------------|----------------|
| 56 kbps site with 4-hour response | \$ | 900.00            | )            | \$ 538.0         | O <sup>2</sup> |
| 56 kbps site with 2-hour response |    | 900.00            | )            | 613.0            | O <sup>2</sup> |
| -1 site with 4-hour response      | Á  | 1,0 <i>5</i> 0.00 | )            | 1,321.0          | O²             |
| -1 site with 2-hour response *ID4 |    | 1,050.00          | )            | 1,396.0          | O²             |
| 0 mb site with 4-hour response    |    | <b>3,150</b> .00  | 1            | 5,05 <b>5.00</b> | 2,3            |
| 0 mb site with 2-hour response    |    | <b>3,150</b> .00  |              | 5,250.00         | 2,3            |
| -3 site with 4-hour response      |    | 3,150.00          | الله المالية | 11,250.00        | 2,3            |
| -3 site with 2-hour response      |    | 3,150.00          | 112320       | 11,450.00        | 2,3            |

#### User Options for either Firewalled or Dedicated Internet Access:

|    | SERVICE ELE                             | NENT                                    | Transaction  |                  | partiere de la company                          |  | INSTALLA | TION                                     | MONTHLY   | RATE    |
|----|---|---|--|------------------|---|--|----------|--|-----------|---------|
|    | A 4 A 4 A 4 A 4 A 4 A 4 A 4 A 4 A 4 A 4 |   | 0.4074,01024.0   | 1878 199 599 599 | 2770360153                                      | ************************************** |          | 2700105000000000000000000000000000000000 |           | 9988(8) |
|    | On-site DN                              | S Serv                                  | er Custor  | ners             | 3 1 2 1 2 2 3 3 3 4 3 4 3 4 3 4 3 4 3 4 3 4 3 4 |  | \$ 450   | 00                                       | \$ 510    | 00.0    |
| 3  | BAIR C .                                |   |  | 1 1              |   |  |          | A.A.                                     | 10.       | - ^^    |
|    | <b>DNS</b> Custo                        | mers (                                  | ivv per (  | (Teoric          |   | 10.100 to 10.00                        | 50       | UU                                       |           | 00.5    |
| 31 | Firewall Cu                             | mlamar                                  |  | 101010100        |   |  | 100      | ሰጠ                                       | 21        | 00.0    |
| 23 | on according to the recent of           | 0.0000000000000000000000000000000000000 | Commence of the contract of th |                  |   |  | 100      | VV.                                      |           | ,,,,,   |
| H  | Usenet Ne                               | ws Cust                                 | omers in   | er 256           | nddres  | sesi                                   | 0        | 00                                       |           | .00     |
| 2  |   |   | <b>&gt;</b> F  |                  |   |  |          | <del> </del>                             | ********* | -       |

Requires an RTS, Frame Relay or CCFDDI connection and provides firewalled access.

SERVICE ELEMENT **Basic Service (Intral** 

Options: DSU/CSU

Router - To

Router - El 4-hour res

Permanen

InterLATA Committed Each addi

These charges do not inc

## Video Tel

#### Two Room Point

DMS Provided Roor

User Owns One Ro

User Owns Both Ro

#### **Multiple Room (**

DMS Provided Room

For User Provided F

#### **Current DMS Vi**

Ft. Lauderdale Ft. Myers

Jacksonville

Miami

Orlando

Pensacola

Tallahassan

Tampa

West Palm Beach

Dedicated bandwidth to the Internet - includes premise router and dsu/csu - does not include the local loop at equivalent.

Avoilable in Tallahassee, Orlando and Miami.



communications

tabase ds, moves

ог

ntion

ecial services

ngs and

sign review,

ns Support

#### **State Contract Services**

| Dial 800 Services | In-State | Out-of-State      |  |  |
|-------------------|----------|-------------------|--|--|
| Business Line     | \$ 8.094 | \$ 6.60 per hour* |  |  |
| Dedicated Line    | \$ 5.58  | \$ 4.05 per hour  |  |  |

<sup>\*</sup> Evening and Night/Weekend - \$ 6.12 per hour

#### **Calling Card Services**

| Surcharge      | Florida Calls   | 1 <b>7</b> ¢ | per call   |
|----------------|-----------------|--------------|------------|
| •              | Outside Florida | 17¢          | per call   |
| Day Rate (8-5) | Florida Calls   | 13¢          | per minute |
|                | Outside Florida | 11¢          | per minute |
| Off-hours Rate | Florida Calls   | 11.2¢        | per minute |
| 110000         | Outside Florida | 9.25¢        | per minute |
|                |                 |              |            |

#### **State Contract Services**

Other communications equipment and services available under separate state contract include:

- Auditing Service of Telephone Billing
- Cellular Mobile Telephone Equipment & Service
- Data Communications
   Equipment
- Electronic Key Telephone
   Systems
- Facsimile Communications
   Equipment
- Feature Telephones

- Logging Recorders
- PABX Telephone Systems
- Pre-Subscription to Long Distance Service for Public Pay Telephones
- Radios, Paging Service
- Surge Suppressors
- Telecommunications
   Devices for the Deaf (TDD)
- Video Teleconferencing Equipment

## SUNCOM NETWORK SERVICES

For features, availability and/or rates, please call:

Toll Free 1-888-4SUNCOM or SUNCOM 277-2000 or 850/487-2000

Information Technology Programs

Department of Management Services • State of Florida

#### STATE OF FLORIDA

# SUNCOM NETWORK SERVICES

Long Distance Telephone Service

**Local Telephone Service** 

Florida Information Transport
A Exchange System (FLITES):

Dedicated Data Service
SNA Transport Service
Capitol Center FDDI Service
Internet Access
Router Transport Service
Frame Relay Transport Service

Florida Government Teleconferencing Network

Information Technology Programs



SERVICES

To provide better access to education and health services for the citizens of Florida, it is the intent of the Advanced Telecommunications Services legislation to: provide eligible entities with advanced telecommunications services at



reduced rates; encourage competition among providers to provide services; and encourage vendor partnerships to better serve eligible facilities.

## What are Advanced Telecommunications Services?

"Network-based or wireless services that provide additional communications capabilities enabling the use of application such as distance learning, video conferencing, data communications, and access to the Internet." (ss. 364.508)

#### Who is eligible?

- Universities
- Community colleges
- Public schools and Technical schools
- Libraries
- Teaching hospitals and the Moffitt Cancer Research Center
- Rural hospitals and health clinics in areas not served by a rural hospital

#### DMS will:

- negotiate reduced rates
- expand and upgrade the statewide broadband telecommunications network
- provide architectural, networking, and infrastructure support
- maintain state purchasing and leasing agreements
- provide product testing of emerging technologies
- maintain standards of interoperability
- provide technical and engineering support



# State of Florida SUNCOM Network

Service Rates - January 1, 1997

NOTE: These rates are updated frequently, so call SUNCOM at 1-888-4SUNCOM for updates.

#### **Voice Services**

Long Distance Voice In-state calling 7.4 cents per minute

Out-of-state calling 7.4 cents per minute

Canadian calling 20.0 cents per minute

Contract Main Station cost
plus \$1.75 administrative fee

Statewide avg. total = \$17.89 per Main Station

### **FLITES Data Services**

| SUNCOM Backbone Circuits<br>(digital or analog) per DS-0 | \$ .92 | per mile per month                 |
|--|--------|------------------------------------|
| AT&T InterLATA Circuits<br>(analog only)                 | 3.38   | per mile per month                 |
| Dedicated T-1 Service                                    |        | per mile per month<br>installation |
| SNA Transport Service 9.6 Kbp<br>19.2 Kbp                |        | per port per month                 |

#### **Router Transport Service**

| SERVICE ELEMENT_                 | <br>NSTALLATION | MONTHLY RATE |
|----------------------------------|-----------------|--------------|
| Access port charge - T-1         | \$<br>800.00    | \$ 695.00    |
| Access port charge - 128Kbps     | 800.00          | 375.00       |
| Access port charge - 56Kbps      | 620.00          | 270.00       |
| Dial-up Access (IP and IPX only) | 0.00            | 20.00        |

Includes the cost of the premise DSU/CSU and router but not the local loop cost

For C Firew Relay the o These Relay

These Relay are P

Internation

For S dedic

circuil

SERVIC 56 kb 56 kb

T-1 sit

10 ml 10 ml T-3 sit

T-3 sit

User Dedic

SERVIC On-site

DNS ( Firewo

Usene (per 2

Requir

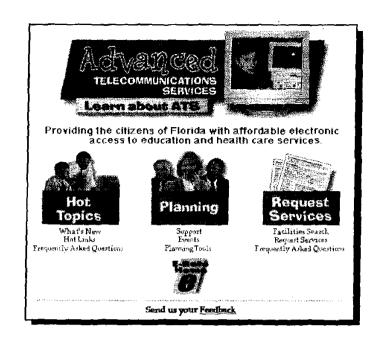
<sup>2</sup> Dedic includ

<sup>3</sup> Availe

\$ 45.00 340.00 30.00 65.00 108.00 95.00 40.00 16.00

125.00/hour 100.00/hour 100.00/hour 75.00/hour 72.00/hour 36.00/hour

100.00/hr./room 75.00/hr./room



Visit the Advanced Telecommunications Services site at:

#### e-rate.state.fl.us

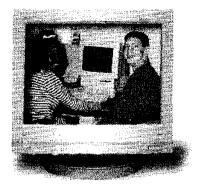
For more information about ATS contact:

Advanced Telecommunications Services
Department of Management Services
4050 Esplanade Way, Suite 280
Tallahassee, Florida 32399-0950

Phone: (850) 414-8873 Suncom: 994-8873 Fax: (850) 922-6149, Suncom 292-6149 E-Mail: ats@dms.state.fl.us

To contact your regional Telecommunications System Consultant, call 1-888-478-6266





# Advanced

TELECOMMUNICATIONS SERVICES

Providing the citizens

of Florida with

affordable electronic

access to education

and health care services

Field Testing Technologies

### Advanced Telecommunications Services Request Form

This form will be used to determine the total services that are needed to implement the Technology Plan and provide services for administrative needs. Attached to (or online at http://www.gc.cc.fl.us/fdln/ttfappa.htm) is a matrix to be used as a reference guide for establishing the bandwidth needed for specific distance learning applications.

| If field testing technologies are to be undertaken and the ser<br>supply detailed information about the pilot for purposes of<br>Services. | rvices being requested are not listed on the matrix, please future negotiations by the Department of Management |
|--|---|
| Check one of the following categories:   |   |
| K-12 Community College University Tead   | ching Hospital Rural Hospital Library   |
| Name of entity requesting service:   | If K-12, specify district:  |
| Contact Person: Phon   | e No. () ()   |
| Facility/Identification Number:  |   |
| Please complete the following questions:   |   |
| 1. Check the appropriate application.  |   |
| Dial-up Internet Access  | High speed (digital) data transmitting and receiving  |
| Dial-up Administrative Data  | PC to PC/Mac to Mac software and screen sharing (external pt. to pt. Connection)                                |
| Audio Conferencing   | Desktop video Conferencing  |
| Instructional transmission or Administrative use   | Group Video Conferencing (two way interactive or multi point)   |
| Video Tape Distribution  | Other   |
| Instructional TV programming   | Other   |
| 3. What equipment is in place to accomplish the distant the project, needed for connectivity, and ongoing service.)                        | ce learning project(s)? (Include all equipment being used in  |
|  |   |
| equipment and when it will be ready for service.   | the approximate date of purchase of the equipment. List   |
| 5. What services (bandwidth) are you requesting for the Telephony Multi 56 KBS   | e distance learning project(s)?   |

10 MBS \_\_\_

1.544 MBS \_\_\_\_

56 KBS \_\_\_\_

Other \_\_\_

| 6. What additional service (bandwidth) is needed for administrative purposes? (Include the number of phone line presently being used by the administration.) |   |  |  |  |
|--|---|--|--|--|
|  |   |  |  |  |
|  |   |  |  |  |
| 7. Have appropriate standards bee Yes No   | n incorporated to ensure compatibility and interoperability?              |  |  |  |
| 8. Is there a technician or technical (For testing purposes.) Yes ]  | person to assist in setting up equipment when the services are delivered? |  |  |  |
| 9. Where are the Advanced Telecon  | mmunications Services to be connected?                                    |  |  |  |
| Address  | Room Number Zip Code  |  |  |  |
| Contact Person   | Phone No. () ()   |  |  |  |
| 10. Is the Advanced Telecommunic   | cation Services location ready to receive the requested new services? Yes |  |  |  |
| 11. State the date the service will b  | e needed.   |  |  |  |
| Signature  | Date  |  |  |  |

